

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

STATE: CALIFORNIA

**Appendix 6**

**1. APR-DRG Payment Parameters**

<u>Parameter</u>	<u>Value</u>	<u>Description</u>
Remote Rural APR-DRG Base Price	\$12,768	Statewide Remote Rural APR-DRG Base Price
Statewide APR-DRG Base Price	\$6,289	Statewide APR-DRG Base Price (non-Remote Rural)
Policy Adjustor - Age	1.25	Policy Adjustor for claims whose patients are less than 21 years old with a DRG in the 'miscellaneous pediatric' or 'respiratory pediatric' care categories.
Policy Adjustor – NICU services	1.25	Policy Adjustor for all NICU DRGs (i.e. DRGs assigned to the 'neonate' care category, except for those receiving the NICU Surgery policy adjuster below).
Policy Adjustor – NICU surgery	1.75	Enhanced Policy Adjustor for all designated NICU facilities and surgery sites recognized by California Children's Services (CCS) Program to perform neonatal surgery. For all DRGs assigned to the neonate care category
Policy Adjustor- Obstetrics	1.06	Policy adjustor value for obstetric care
Policy Adjustor – Each other category of service	1.00	Policy adjustor for each other category of service.
Wage Index Labor Percentage	69.6%	Percentage of DRG Base Price or Rehabilitation per diem rate adjusted by the wage index value.
High Cost Outlier Threshold 1	\$45,000	Used to determine Cost Outlier payments
High Cost Outlier Threshold 2	\$145,000	Used to determine Cost Outlier payments
Low Cost Outlier Threshold 1	\$45,000	Used to determine Cost Outlier payments
Marginal Cost Factor 1	60%	Used to determine Cost Outlier payments
Marginal Cost Factor 2	80%	Used to determine Cost Outlier payments
Outlier Percentage, upper bound	20%	Outlier payments as percentage of total
Outlier Percentage, lower bound	16%	Outlier payments as percentage of total

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Casemix Corridor, upper bound	0.6684	Projected upper bound of patient acuity
Casemix Corridor, lower bound	0.6484	Projected lower bound of patient acuity
Discharge Status Value 02	02	Transfer to a short-term general hospital for inpatient care
Discharge Status Value 05	05	Transfer to a designated cancer center
Discharge Status Value 63	63	Transfer to a long-term care hospital
Discharge Status Value 65	65	Transfer to a psychiatric hospital
Discharge Status Value 66	66	Transfer to a critical access hospital (CAH)
Interim Payment	\$600	Per diem amount for Interim Claims
APR-DRG Grouper Version	V.32	3M Software version used to group claims to a DRG*
HAC Utility Version	V30	3M Software version of the Healthcare Acquired Conditions Utility
Pediatric Rehabilitation Rate	\$1,841	Daily rate for rehabilitation services provided to a beneficiary under 21 years of age on admission.
Adult Rehabilitation Rate	\$1,032	Daily rate for rehabilitation services provided to a beneficiary 21 years of age or older on admission.

**2. Separately Payable Services, Devices, and Supplies**

Code	Description
<b>Bone Marrow</b>	
38204	Management of recipient hematopoietic progenitor cell donor search and acquisition
38204	Unrelated bone marrow donor
<b>Blood Factors</b>	
J7180	Blood factor XIII
J7183/J7184/Q2041	Blood factor Von Willebrand –injection
J7185/J7190/J7192	Blood factor VIII
J7186	Blood factor VIII/ Von Willebrand
J7187	Blood factor Von Willebrand
J7189	Blood factor VIIa
J7193/J7194/J7195	Blood factor IX
J7197	Blood factor Anti-thrombin III
J7198	Blood factor Anti-inhibitor

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C9134	Blood Factor XIII Antihemophilic factor
J7199	Alprolix and Factor VIII
<b>Long Acting Reversible Contraception Methods</b>	
J7300	Intrauterine Copper (Paraguard)
J7301	Skyla
J7302	Levonorgestral-releasing intrauterine contraceptive system (Mirena)
J7307	Etonogestrel (Implanon, Nexplanon)

**3. List of Hospitals to receive the “Policy Adjustor – NICU Surgery”**

- 1) California Hosp Medical Center of Los Angeles
- 2) California Pacific Medical Center - Pacific
- 3) Cedars Sinai Medical Center
- 4) Children’s Hospital & Research Center of Oakland (UCSF Benioff Oakland)
- 5) Children’s Hospital of Central California
- 6) Children’s Hospital of Los Angeles
- 7) Children’s Hospital of Orange County
- 8) Citrus Valley Medical Central – Queen of the Valley
- 9) Community Regional Medical Center Fresno
- 10) Earl & Lorraine Miller Children’s Hospital
- 11) Good Samaritan – Los Angeles
- 12) Good Samaritan - San Jose
- 13) Huntington Memorial Hospital
- 14) Kaiser Anaheim
- 15) Kaiser Downey
- 16) Kaiser Fontana
- 17) Kaiser Foundation Hospital - Los Angeles
- 18) Kaiser Permanente Medical Center - Oakland
- 19) Kaiser Foundation Hospital – Roseville
- 20) Kaiser Permanente – Santa Clara
- 21) Loma Linda University Medical Center
- 22) Lucille Salter Packard Children’s Hospital – Stanford
- 23) Miller Children’s at Long Beach Memorial Medical Center
- 24) Pomona Valley Hospital Medical Center
- 25) Providence Tarzana
- 26) Rady Children’s Hospital - San Diego
- 27) Santa Barbara Cottage Hospital
- 28) Sutter Memorial Hospital

For purposes of receiving the NICU policy adjustor, the hospital stay must be assigned to the neonate care category. For purposes of receiving the enhanced NICU Surgery

policy adjustor, the hospital must meet the definition of a Regional NICU as defined in the CCS Manual of Procedures, Section 3.25.1 or a Community NICU with a neonatal surgery as defined in the CCS Manual of Procedures Sections 3.25.2.

Periodic reviews of CCS-approved NICUs may be conducted on an annual basis or as deemed necessary by the CCS program. If a NICU does not meet CCS program requirements, the NICU may be subject to losing CCS approval. If a hospital loses CCS approval as a designated NICU, the hospital will no longer qualify for the enhanced DRG Policy Adjustor – Regional NICU or Community NICU with Neonatal Surgery and be dropped from the list above. Additionally, California hospitals and Border hospitals that apply and receive NICU approval from CCS will be added to the list above.